

Purpose

INVESTMENTS



ANNUAL MANAGEMENT REPORT OF FUND PERFORMANCE
For the financial period ended December 31, 2019



CAUTION REGARDING FORWARD-LOOKING STATEMENTS

This report may contain forward-looking statements about the Fund, including its strategy, expected performance and condition. Forward-looking statements include statements that are predictive in nature, that depend upon or refer to future events or conditions, or that include words such as “expects,” “anticipates,” “intends,” “plans,” “believes,” “estimates,” or negative versions thereof and similar expressions.

In addition, any statement that may be made concerning future performance, strategies or prospects, and possible future action, is also a forward-looking statement. Forward-looking statements are based on current expectations and projections about future events and are inherently subject to, among other things, risks, uncertainties, and assumptions about the Fund and economic factors.

Forward-looking statements are not guarantees of future performance, and actual events and results could differ materially from those expressed or implied in any forward-looking statements made by the Fund. Any number of important factors could contribute to these digressions, including, but not limited to, general economic, political and market factors, interest and foreign exchange rates, global equity and capital markets, business competition, technological change, changes in government regulations, unexpected judicial or regulatory proceedings, and catastrophic events. We stress that the abovementioned list of important factors is not exhaustive. We encourage you to consider these and other factors carefully before making any investment decisions, and urge you to avoid placing undue reliance on forward-looking statements. Further, you should be aware of the fact that the Fund has no specific intention of updating any forward-looking statements whether as a result of new information, future events or otherwise, prior to the release of the next Management Report of Fund Performance.



LETTER TO INVESTORS

HELLO!

In 2019 we took both small steps and huge leaps on our road to building the investment firm where thoughtful Canadians invest. Along the way, we put you, the investor, at the centre of everything we do. Our focus remains on creating industry-leading investment products that help you build a resilient portfolio so you reach your long-term objectives and achieve success that truly matters.

We'll continue iterating and evolving our products to help drive the investment outcomes you're looking for. In the past year, we became one of the first investment firms in the world to embed Environmental, Social and Governance (ESG) principles across our entire investment process, rightfully placing them at the foundation of how we think about building products. This means that, as an investor in Purpose, you now benefit from superior returns while also strategically investing capital in companies that make the world a better place.

“As an investor in Purpose, you now benefit from superior returns while also strategically investing capital in companies that make the world a better place.”

Some key milestones drove our success as we surpassed \$8-billion in assets under management. We launched new one-of-a-kind products, including a Canadian-first income fund that provides a 6% income with a structured exposure to reduce market downside risk. We gave more investors access to Canada's first global, multi-manager private debt fund by making it available for regular ongoing investments.

And following changes in mutual fund regulations we created our top alternative credit strategy by evolving it from a fund only available to accredited high net worth clients into a mutual fund for all investors.

While we continued to debut new products, some of our first liquid alternatives funds crossed their 5-year anniversaries, including our first hedged equity strategy offered as an ETF or mutual fund to all Canadians. Our time-tested expertise in this space has allowed us to continue to lead the way and continuously add to our line-up, including funds we created based on feedback from our investors.

As we've evolved, the industry has changed dramatically. However, the core of who we are has not. It was time for us to reimagine our brand and tell our story in a way that encompasses the energy that drives us now. You might already have seen it take shape in our new advertising on Air Canada and our refreshed website at purposeinvest.com.

Our commitment to focusing on transparency and choice, long-term outcomes before benchmarks, fair value for money,

proactive risk protection, comprehensive ESG strategies and a tax-efficient approach to liquidity makes us the place where thoughtful Canadians invest. Every facet of our brand story reflects our principles and ensures that the investors who've joined us see themselves and their personal successes in everything that we do.

That constant focus on living up to our principles is what makes us different. And, ultimately, they help us create for you the type of investment experience we want for ourselves.

I'm more excited than ever to see how the potential of Purpose Investments will be realized for our investors in 2020. Though markets entered the year strong, there's a continued sense of unease and disruption as the market determines how best to deal with the global challenges presented by the spread of coronavirus. As always, our approaches to active management and built-in risk mitigation ensure we're taking the right measures to protect our partners and investors. We believe that approach is more important now than ever.

By always focusing first on objectives that matter to our investors we produced very strong returns for our clients in 2019 and we'll continue to follow that path in 2020 and beyond.

I want to thank the incredible team of owner-minded partners that make up Purpose Investments. Together, we care deeply about helping investors like you surpass your goals. Their relentless drive to continue envisioning what a modern asset management firm can be inspires me every single day.

Finally, and most importantly of all, Purpose Investments exists to help build the success of our customers, investors and partners.

I want to personally thank you for your support and for being a part of our growing story. We know that when you win, we win. We're humbled and honoured that you've placed your trust in us and we don't take it for granted.

“We know that when you win, we win.”

I can't wait to share with you everything we're continuing to build and I know, more than ever, that together we'll continue to create meaningful success for thoughtful investors like you in the new year and beyond.

Warmly,

Som Seif
CEO
Purpose Investments Inc.



ANNUAL MANAGEMENT REPORT OF FUND PERFORMANCE

The management report of fund performance presents the views of the manager and the portfolio management team concerning significant factors and developments that have affected the Fund's performance and outlook.

Please read the caution on the inside of the cover page regarding forward-looking statements.

INVESTMENT OBJECTIVE AND STRATEGIES

Purpose Core Equity Income Fund (the "Fund") seeks to outperform the Canadian equity market over a time period longer than 5 years, by investing primarily in large capitalization, dividend paying stocks of Canadian issuers. To assist in achieving this objective, the Fund may, from time to time, overweight its assets in specific industry sectors, and the Fund may also invest in US stocks to provide greater return potential and better diversification.

RISK

The risks associated with investing in the Fund are as described in the simplified prospectus. There were no material changes to the Fund over the period that affected the overall level or risk of the Fund.

RESULTS OF OPERATIONS

The Fund offers ETF shares listed on the Aequitas NEO Exchange under the ticker RDE and mutual fund series.

The net asset value per share as at:

Series	December 31, 2019 (\$)	December 31, 2018 (\$)
ETF	20.66	18.27
Series A	10.60	9.47
Series F	11.09	9.81

During the year ended December 31, 2019 the Fund paid cash dividends as follows:

Month	ETF Shares (\$)	Series A Shares (\$)	Series F Shares (\$)
January	0.0630	0.0327	0.0338
February	0.0650	0.0336	0.0349
March	0.0650	0.0336	0.0349
April	0.0650	0.0336	0.0349
May	0.0650	0.0336	0.0349
June	0.0650	0.0336	0.0349
July	0.0650	0.0336	0.0349
August	0.0650	0.0336	0.0349
September	0.0650	0.0336	0.0349
October	0.0650	0.0336	0.0349
November	0.0650	0.0336	0.0349
December	0.0650	0.0336	0.0349
Total	0.7780	0.4023	0.4177

2019 started with all doom and gloom but finished as one of the kindest years for investors in some time. Economic growth around the world continued to decelerate, rising concerns over a recession. Plus, you had the Federal Reserve still appearing to be on a tightening binge after raising the Fed Funds rate to 2.5% in mid-December. Not the backdrop that would have you expecting to see markets rise well into double digits.

The Fund gained 17.63% during the year (F-class PFC2901) compared to the TSX's 22.9% advance, and 25.3% gain for the S&P 500 in Canadian dollars. The variance is mainly attributable to cash drag as well as security selection, specifically within the Technology and Industrial sectors. Given our dividend paying mandate, it is difficult to keep up with a high-flying Technology sector

as the quality dividend paying names are limited. Stock selection in the Health Care and Consumer Staples sectors were a key driver of performance.

The rising Canadian dollar was detrimental to the Fund, however, we mitigated the damage by employing a partial hedge on our US dollar exposure mid-year in early October, viewing the sharp spike lower to be a little bit too far too quickly.

In terms of sector allocations, the Fund began the year with large overweights in both the Industrials and Materials sectors. As the trade war continued to escalate, we gradually shifted our Materials weight primarily to gold names such as Franco-Nevada and Barrick Gold. Falling bond yields as well as real rates benefited the space, and Franco-Nevada was one of the top contributors to the Fund. We continue to believe in the diversifying benefits of gold exposure at this point in the cycle.

Unfortunately, SNC-Lavalin, a previous solid performer was the largest detractor over the period. Also, within the Industrials sector, NFI Group negatively impacted Fund results. We continue to view the issues facing NFI as transitory. Lockheed Martin, which we purchased early in the year, was one of the Funds best-performing holdings. It rallied to all-time highs on rising geopolitical uncertainty. Thankfully, the primary defense business follows its own cycles, and proved to be relatively insulated from trade talks.

The Fund increased its defensive tilt towards the fourth quarter, bringing its Consumer Staples weighing from 7.2% to close the year out at 9.69%. While we are not abandoning our cyclical-yield-over-interest-rate-sensitives theme, we are beginning to manage the inevitable rotation toward defensive quality names. Given the volatility over the course of the year, the Fund's strategy was successful in reducing risk exposure. There is also a healthy amount of cash that can be deployed if we see more pronounced market weakness.

RECENT DEVELOPMENTS

There were no changes to the Manager of the Fund, nor were there any material changes to the investment philosophy or process. Positioning and the Manager's outlook remain the same.

RELATED-PARTY TRANSACTIONS

Purpose Investments Inc. is deemed to be a related party as Manager of the Fund. Please refer below to the "Management Fee" section for fees paid to Purpose. Purpose has also appointed an Independent Review Committee ("IRC") as required by National Instrument 81-107 *Independent Review Committee for Investment Funds*. The mandate of the IRC is to review, and provide input on, the Manager's written policies and procedures that deal with conflict of interest matters in respect of the Funds. IRC members receive fees and reimbursement of expenses for services provided to the Fund and other Purpose managed funds and such costs are allocated among all the Funds on a fair and reasonable basis. The fees for services rendered to the Fund is reported in the Statement of Comprehensive Income.

INDEPENDENT REVIEW COMMITTEE

The Manager is required to comply with the policies and procedures presented to the IRC with respect to various potential conflicts of interest including valuation and the allocation of operating expenses and to provide periodic reports to the IRC in accordance with NI 81-107.

The members of the Independent Review Committee as at December 31, 2019 were Douglas G. Hall (Chair), Randall C. Barnes, and Jean M. Fraser.



FINANCIAL HIGHLIGHTS

The following tables show selected key financial information about the Fund and are intended to help you understand the Fund's financial performance for the years ended December 31, 2019 and 2018, the 4 month period ended December 31, 2017 and year ended August 31. The information on the following tables is based on prescribed regulations and as a result, is not expected to add down due to the increase (decrease) in net assets from operations being based on average shares outstanding during the period and all other numbers being based on actual shares outstanding at the relevant point in time.

NET ASSETS PER SHARE¹

For the periods from May 24, 2017 to August 31, 2017, from September 1, 2017 to December 31, 2017 and the years ended December 31, 2018 and 2019:

ETF Shares	2019 (\$)	2018 (\$)	2017 ^a (\$)	2017 ^b (\$)
Net assets, beginning of period	18.27	20.55	19.77	20.00^c
Increase (decrease) from operations:				
Total revenue	0.56	0.64	0.19	0.57
Total expenses	(0.21)	(0.20)	(0.10)	(0.06)
Realized gains (losses) for the period	0.07	0.39	(0.15)	(0.01)
Unrealized gains (losses) for the period	2.53	(2.50)	1.40	(0.53)
Total increase (decrease) from operations²	2.95	(1.67)	1.34	(0.03)
Dividends:				
From dividends	(0.48)	(0.35)	(0.13)	(0.15)
From capital gains	-	-	(0.42)	(0.05)
Return of capital	(0.30)	(0.47)	-	-
Total dividends³	(0.78)	(0.82)	(0.55)	(0.20)
Net assets, end of period	20.66	18.27	20.55	19.77

a) Information presented is for the period September 1, 2017 to December 31, 2017.

b) Information presented is for the period May 24, 2017 to August 31, 2017.

c) Initial offering price.

1) This information is derived from the Fund's financial statements prepared in accordance with IFRS. For purposes of shareholder transactions, the Net Asset Value is calculated in accordance with the valuation rules as set out in the Fund's prospectus. The Fund's accounting policies for measuring the fair value of investments and derivatives are consistent with those used in measuring the Net Asset Value for transactions with shareholders.

2) Net assets and dividends are based on the actual number of shares outstanding at the relevant time. The increase (decrease) from operations is based on the weighted-average number of shares outstanding over the financial period.

3) Dividends were paid in cash or reinvested in additional shares of the Fund.

RATIOS AND SUPPLEMENTAL DATA

ETF Shares	2019	2018	2017	2017
Total net asset value (\$) (000s) ¹	10,331	3,197	1,029	988
Number of shares outstanding (000s) ¹	500	175	50	50
Management expense ratio ²	0.80%	0.88%	0.86%	1.10%
Management expense ratio before waivers or absorptions ²	1.19%	1.44%	1.50%	1.23%
Trading expense ratio ³	0.02%	0.02%	0.03%	0.03%
Portfolio turnover rate ⁴	62.10%	31.96%	8.13%	49.95%
Closing market price (\$)	20.61	18.25	20.69	19.77

1) The financial information presented in the Ratios and Supplemental Data table is derived from the Fund's net asset value calculated for fund pricing purposes ("NAV") and is provided as at December 31 or August 31 of the year shown.

2) The management expense ratio ("MER") is calculated as the total expenses, excluding dividends, commissions and other portfolio transaction costs, for the stated period and is expressed as an annualized percentage of the average daily NAV of the Fund. The Manager, at its sole discretion, may waive management fees or absorb expenses. Such waivers and absorptions can be terminated at any time. If the Fund invests in underlying funds managed by the Manager, the Manager does not charge management fees and administrative fees that would result in the duplication of a fee for the same services. The MER includes an allocation of expenses from the underlying funds held in the portfolio. Without the allocation, the MER would be 0.80% (December 31, 2018 - 0.88%, December 31, 2017 - 0.86%, and August 31, 2017 - 1.09%).

3) The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of the Fund's daily average NAV. The trading expense ratio is calculated at the portfolio level and applies to all series of shares of the Fund.

4) The portfolio turnover rate is based on the lesser of purchases or proceeds of sales of securities for the period, excluding cash, short-term notes, and bonds having maturity dates at acquisition of one year or less, divided by the average value of the portfolio securities for the period. The Fund's portfolio turnover rate indicates how actively the Fund's investment advisor manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the year. The higher the portfolio turnover rate in a year, the greater the trading costs payable in the year and the greater the chance of taxable capital gains in the year. There is not necessarily a relationship between a high turnover rate and fund performance. The portfolio turnover rate is calculated at the portfolio level and applies to all series of shares of the Fund.

**NET ASSETS PER SHARE¹**

For the periods from November 16, 2015 to August 31, 2016, from September 1, 2016 to August 31, 2017, from September 1, 2017 to December 31, 2017 and the years ended December 31, 2018 and 2019:

Series A	2019 (\$)	2018 (\$)	2017 ^a (\$)	2017 (\$)	2016 ^b (\$)
Net assets, beginning of period	9.47	10.77	10.40	10.14	10.00^c
Increase (decrease) from operations:					
Total revenue	0.32	0.34	0.10	0.30	0.22
Total expenses	(0.21)	(0.21)	(0.09)	(0.23)	(0.19)
Realized gains (losses) for the period	0.01	0.21	(0.08)	(0.02)	0.29
Unrealized gains (losses) for the period	1.39	(1.36)	0.72	0.39	0.69
Total increase (decrease) from operations ²	1.51	(1.02)	0.65	0.44	1.01
Dividends:					
From dividends	(0.25)	(0.27)	(0.07)	(0.39)	(0.36)
From capital gains	-	(0.16)	(0.22)	(0.03)	-
Return of capital	(0.15)	-	-	-	-
Total dividends ³	(0.40)	(0.43)	(0.29)	(0.42)	(0.36)
Net assets, end of period	10.60	9.47	10.77	10.40	10.14

a) Information presented is for the period September 1, 2017 to December 31, 2017.

b) Information presented is for the period November 16, 2015 to August 31, 2016.

c) Initial offering price.

- This information is derived from the Fund's financial statements prepared in accordance with IFRS. For purposes of shareholder transactions, the Net Asset Value is calculated in accordance with the valuation rules as set out in the Fund's prospectus. The Fund's accounting policies for measuring the fair value of investments and derivatives are consistent with those used in measuring the Net Asset Value for transactions with shareholders.
- Net assets and dividends are based on the actual number of shares outstanding at the relevant time. The increase (decrease) from operations is based on the weighted-average number of shares outstanding over the financial period.
- Dividends were paid in cash or reinvested in additional shares of the Fund.

RATIOS AND SUPPLEMENTAL DATA

Series A ⁵	2019	2018	2017	2017	2016
Total net asset value (\$) (000s) ¹	7,525	6,161	4,787	3,990	1,654
Number of shares outstanding (000s) ¹	710	650	444	384	161
Management expense ratio ²	1.92%	1.91%	1.91%	2.18%	2.22%
Management expense ratio before waivers or absorptions ²	2.31%	2.47%	2.56%	2.22%	2.26%
Trading expense ratio ³	0.02%	0.02%	0.03%	0.03%	0.12%
Portfolio turnover rate ⁴	62.10%	31.96%	8.13%	49.95%	42.40%

- The financial information presented in the Ratios and Supplemental Data table is derived from the Fund's net asset value calculated for fund pricing purposes ("NAV") and is provided as at December 31 or August 31 of the year shown.
- The management expense ratio ("MER") is calculated as the total expenses, excluding dividends, commissions and other portfolio transaction costs, for the stated period and is expressed as an annualized percentage of the average daily NAV of the Fund. The Manager, at its sole discretion, may waive management fees or absorb expenses. Such waivers and absorptions can be terminated at any time. If the Fund invests in underlying funds managed by the Manager, the Manager does not charge management fees and administrative fees that would result in the duplication of a fee for the same services. The MER includes an allocation of expenses from the underlying funds held in the portfolio. Without the allocation, the MER would be 1.92% (December 31, 2018 - 1.91%, December 31, 2017 - 1.91%, August 31, 2017 - 2.18% and August 31, 2016 - 2.21%).
- The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of the Fund's daily average NAV. The trading expense ratio is calculated at the portfolio level and applies to all series of shares of the Fund.
- The portfolio turnover rate is based on the lesser of purchases or proceeds of sales of securities for the period, excluding cash, short-term notes, and bonds having maturity dates at acquisition of one year or less, divided by the average value of the portfolio securities for the period. The Fund's portfolio turnover rate indicates how actively the Fund's investment advisor manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the year. The higher the portfolio turnover rate in a year, the greater the trading costs payable in the year and the greater the chance of taxable capital gains in the year. There is not necessarily a relationship between a high turnover rate and fund performance. The portfolio turnover rate is calculated at the portfolio level and applies to all series of shares of the Fund.
- The Series A shares and Series F shares of the Fund are not traded on a stock exchange.

NET ASSETS PER SHARE¹

For the periods from November 16, 2015 to August 31, 2016, from September 1, 2016 to August 31, 2017, from September 1, 2017 to December 31, 2017 and the years ended December 31, 2018 and 2019:

Series F	2019 (\$)	2018 (\$)	2017 ^a (\$)	2017 (\$)	2016 ^b (\$)
Net assets, beginning of period	9.81	11.02	10.60	10.23	10.00^c
Increase (decrease) from operations:					
Total revenue	0.34	0.35	0.10	0.31	0.22
Total expenses	(0.11)	(0.10)	(0.05)	(0.12)	(0.10)
Realized gains (losses) for the period	0.03	0.21	(0.08)	(0.02)	0.29
Unrealized gains (losses) for the period	1.38	(1.42)	0.75	0.45	0.98
Total increase (decrease) from operations ²	1.64	(0.96)	0.72	0.62	1.39
Dividends:					
From dividends	(0.26)	(0.29)	(0.08)	(0.43)	(0.35)
From capital gains	-	(0.15)	(0.22)	-	-
Return of capital	(0.16)	-	-	-	-
Total dividends ³	(0.42)	(0.44)	(0.30)	(0.43)	(0.35)
Net assets, end of period	11.09	9.81	11.02	10.60	10.23

a) Information presented is for the period September 1, 2017 to December 31, 2017.

b) Information presented is for the period November 16, 2015 to August 31, 2016.

c) Initial offering price.

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- Net assets and dividends are based on the actual number of shares outstanding at the relevant time. The increase (decrease) from operations is based on the weighted-average number of shares outstanding over the financial period.
- Dividends were paid in cash or reinvested in additional shares of the Fund.

RATIOS AND SUPPLEMENTAL DATA

Series F ⁵	2019	2018	2017	2017	2016
Total net asset value (\$) (000s) ¹	68,788	42,757	26,943	19,834	8,718
Number of shares outstanding (000s) ¹	6,202	4,360	2,440	1,870	852
Management expense ratio ²	0.82%	0.83%	0.82%	1.09%	1.10%
Management expense ratio before waivers or absorptions ²	1.21%	1.39%	1.47%	1.13%	1.14%
Trading expense ratio ³	0.02%	0.02%	0.03%	0.03%	0.12%
Portfolio turnover rate ⁴	62.10%	31.96%	8.13%	49.95%	42.40%

- The financial information presented in the Ratios and Supplemental Data table is derived from the Fund's net asset value calculated for fund pricing purposes ("NAV") and is provided as at December 31 or August 31 of the year shown.
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- The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of the Fund's daily average NAV. The trading expense ratio is calculated at the portfolio level and applies to all series of shares of the Fund.
- The portfolio turnover rate is based on the lesser of purchases or proceeds of sales of securities for the period, excluding cash, short-term notes, and bonds having maturity dates at acquisition of one year or less, divided by the average value of the portfolio securities for the period. The Fund's portfolio turnover rate indicates how actively the Fund's investment advisor manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the year. The higher the portfolio turnover rate in a year, the greater the trading costs payable in the year and the greater the chance of taxable capital gains in the year. There is not necessarily a relationship between a high turnover rate and fund performance. The portfolio turnover rate is calculated at the portfolio level and applies to all series of shares of the Fund.
- The Series A shares and Series F shares of the Fund are not traded on a stock exchange.



MANAGEMENT FEE

Purpose manages and administers the business, operations and affairs of the Fund. As compensation for the services it provides to the Fund, Purpose is entitled to receive an annual management fee at an amount equal to 2.00% of average net assets of Series A and 1.00% of Series F and ETF shares. The management fees are calculated daily and paid monthly in arrears. Purpose utilizes 100% of the management fees to pay for investment subadvisory fees, service fees to registered dealers of Series A shareholders and to earn revenue.

The Fund started rebating 0.25% of the management fee charged on ETF, Series A and Series F shares on October 10, 2017.

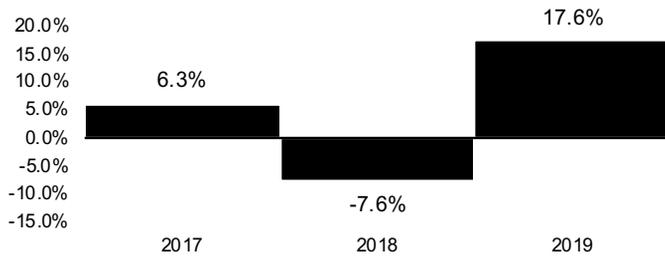
PAST PERFORMANCE

Please note that the performance information shown in this section assumes that all dividends made by the Fund, if any, in the periods shown were reinvested in additional securities of the Fund. It does not take into account sales, redemptions, dividends or other optional charges, or income taxes payable by any investor, which would have reduced the returns. The performance of the Fund in the past does not necessarily indicate how it will perform in the future.

YEAR-BY-YEAR RETURNS

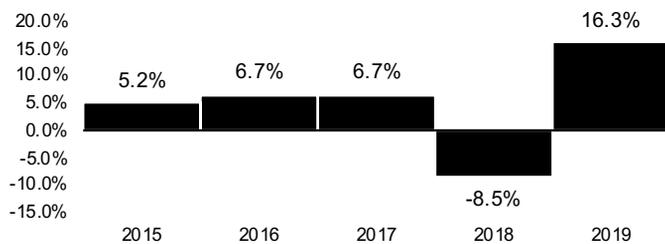
The bar charts show the performance of each series of shares for the financial period in percentage terms, indicating how much an investment made on the first day of the period would have grown or decreased by the last day of the period.

ETF Share - NAV



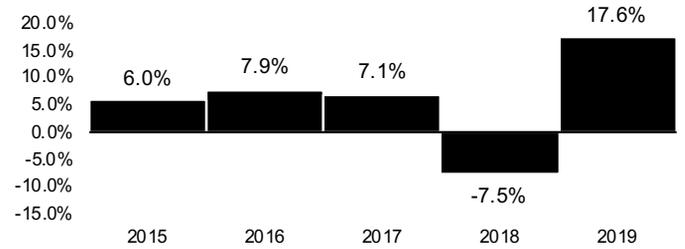
Return labelled 2017 is for the period September 1, 2017 to December 31, 2017.

Series A - NAV



Return labelled 2015 is for the period November 16, 2015 (commencement of operations) to August 31, 2016.
 Return labelled 2016 is for the period September 1, 2016 to August 31, 2017.
 Return labelled 2017 is for the period September 1, 2017 to December 31, 2017.

Series F - NAV



Return labelled 2015 is for the period November 16, 2015 (commencement of operations) to August 31, 2016.
 Return labelled 2016 is for the period September 1, 2016 to August 31, 2017.
 Return labelled 2017 is for the period September 1, 2017 to December 31, 2017.

ANNUAL COMPOUND RETURNS

The table below summarizes the Fund's annual compound total returns for the period ended December 31 as indicated. As a basis of comparison we have provided the performance of the S&P Composite Total Return Index ("Index"). As the criteria for determining the constituents of the Fund and the Index differ, it is not expected that the Fund's performance will mirror that of the Index. Further, the return of the Index is calculated without the deduction of management fees and fund expenses whereas the performance of the Fund is calculated after deducting such fees and expenses.

Period	ETF Shares ¹ NAV (%)	Series A ² NAV (%)	Series F ² NAV (%)	Index ² (%)
1 year	17.63	16.34	17.63	22.88
3 years	N/A	4.31	5.33	6.89
Since inception	5.73	6.07	7.10	7.20

- 1) Return since inception is for the period starting May 24, 2017.
- 2) Return since inception is for the period starting November 16, 2015.

**SUMMARY OF INVESTMENT PORTFOLIO**

As at December 31, 2019

SECTOR MIX

	% of Fund's Net Asset Value
Financials	21.8
Industrials	12.9
Materials	11.7
Consumer Staples	10.4
Energy	9.0
Information Technology	7.9
Communication Services	7.6
Health Care	5.7
Consumer Discretionary	3.3
Cash and Cash Equivalents	9.3
Net Other Assets	0.5
Total Net Asset Value	100.0

GEOGRAPHICAL MIX

	% of Fund's Net Asset Value
Long Positions	
Canada	56.7
US	33.6
Cash and Cash Equivalents	9.3
Net Other Assets	0.5
Total Net Asset Value	100.0

TOP 25 HOLDINGS

	% of Fund's Net Asset Value
Cash and Cash Equivalents	9.3
Rogers Communications Inc., Class 'B'	5.7
Bank of Montreal	5.4
Royal Bank of Canada	4.5
The Bank of Nova Scotia	4.3
Franco-Nevada Corp.	4.1
Barrick Gold Corp.	3.4
Canadian Natural Resources Ltd.	3.2
Manulife Financial Corp.	2.9
Bristol-Myers Squibb Co.	2.9
Quest Diagnostics Inc.	2.8
Microsoft Corp.	2.8
Maple Leaf Foods Inc.	2.7
Sun Life Financial Inc.	2.6
Lockheed Martin Corp.	2.5
Conagra Brands Inc.	2.4
The Procter & Gamble Co.	2.4
United Parcel Service Inc., Class 'B'	2.3
Waste Management Inc.	2.3
Nutrien Ltd.	2.3
Intel Corp.	2.1
JPMorgan Chase & Co.	2.1
Intertape Polymer Group Inc.	2.0
Aecon Group Inc.	2.0

For investments in other investment funds, their prospectus and other information is available at www.sedar.com.
The investment portfolio may change due to ongoing portfolio transactions. An updated listing is available quarterly.

CORPORATE INFORMATION

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CUSTODIAN

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BOARD OF DIRECTORS AND INDEPENDENT REVIEW COMMITTEE OF PURPOSE FUND CORP.

Som Seif

Chief Executive Officer, Chairman of the Board of Directors and Director

Douglas G. Hall

Director, Chair of the Independent Review Committee

Randall C. Barnes

Director, Member of the Independent Review Committee

Jean M. Fraser

Director, Member of the Independent Review Committee

OFFICERS AND DIRECTORS OF PURPOSE INVESTMENTS INC.

Som Seif

Chief Executive Officer, Chairman of the Board of Directors and Director

Rashay Jethalal

President

Vladimir Tasevski

Vice President

Jeff Bouganim

Chief Financial Officer, Director

Caitlin Gossage

Chief Compliance Officer